



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

October 30, 2006

CERTIFIED RETURN RECEIPT 7004 2510 0004 1824 4189

Lisbon Valley Mining Company, LLC
Gregory Hahn
3900 South Wadsworth Blvd Suite 495
Lakewood, Colorado 80235

Subject: Approval of Application for Mine Plan Amendment & Bond Adjustment, Lisbon Valley Mining Company, LLC, Lisbon Valley Copper Mine, M/037/088, Task ID# 1449 & 1539, San Juan County, Utah

Dear Mr. Hahn:

Thank you for providing the information requested for the bond adjustment of the Lisbon Valley Copper Mine. Lisbon Valley Copper is now approved to create the additional disturbances covered by this bond adjustment. Also included in this approval is the drilling program for the Centennial Recess Drilling.

The surety escalated to the year 2009 is \$6,205,221.00. Please provide the updated surety within 60 days or no later than December 27, 2006.

Please contact Beth Ericksen at (801) 538-5318 (BethEricksen@utah.gov) to obtain the current bonding forms and information to amend the reclamation contract. Current bonding forms and information are also found on the Division's web page at <http://ogm.utah.gov/minerals/>. Please fax a "draft" copy of the documents to (801) 359-3940 for review prior to finalizing the surety.

Page 2
Gregory Hahn
Lisbon Valley Mining Co.
M/037/088

If you are unable to provide the surety within this timeframe, please contact the Division with justification for requesting additional time. Thank you for your help in keeping the surety current. If you have any questions concerning this letter, please contact Doug Jensen at (801) 538-5382.

Sincerely,



Susan M. White
Mining Program Coordinator
Minerals Regulatory Program

SMW:pb

cc: Frank Bain, BLM, Moab FO (UTU-72499)
Will Stokes, SITLA ML 17661
Lantz Indergard, Lisbon Valley Copper
Doug Jensen, DOGM
Beth Ericksen, DOGM

P:\GROUPS\MINERALS\WP\M037-SanJuan\M0370088-LisbonValley-Summo\Final\10302006bondadjust.doc